

MAR 29 1985

Docket No.: 50-528

Mr. E. E. Van Brunt, Jr.
Vice President - Nuclear Projects
Arizona Public Service Company
Post Office Box 21666
Phoenix, Arizona 85036

Dear Mr. Van Brunt:

Subject: Order Amending Facility Operating License No. NPF-34 for Palo Verde
Nuclear Generating Station, Unit 1

On December 31, 1984, the Commission issued Facility Operating License No. NPF-34 to Arizona Public Service Company, Salt River Project Agricultural Improvement and Power District, El Paso Electric Company, Southern California Edison Company, Public Service Company of New Mexico, Los Angeles Department of Water and Power and Southern California Public Power Authority for the Palo Verde Nuclear Generating Station, Unit 1 located in Maricopa County, Arizona.

As you are aware, one of the co-owners identified on the license, i.e., the Los Angeles Department of Water and Power (LADWP), will not become a co-owner until Palo Verde Unit 1 is placed into commercial operation. Therefore, in order to clarify the effective date for ownership of Palo Verde Unit 1 by LADWP, the Commission has issued an Order amending Facility Operating License No. NPF-34 to reflect when LADWP acquires ownership in Palo Verde Unit 1.

A copy of the Commission Order is enclosed. Also enclosed is a revised page 1 of Facility Operating License No. NPF-34 to reflect the change.

Sincerely,

Original signed by
George W. Knighton

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P PDR

George W. Knighton, Chief
Licensing Branch No. 3
Division of Licensing

Enclosures:

1. Commission Order
2. Revised page 1 of Facility Operating License
No. NPF-34

cc: See next page

DL:LB#3
JLee/yt
1/29/85

DL:LB#3
EALicitra
1/29/85

DL:LB#3
GWNighton
2/14/85

OELD
L. Dewey
2/6/85

DL:AD/L
TMNovak
2/28/85

DL:DIR
HLThompson
3/28/85

*See marked
changes*

Palo Verde

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Region IX
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UNITED STATES OF AMERICA
NUCLEAR REGULATORY COMMISSION

In the Matter of)

ARIZONA PUBLIC SERVICE COMPANY,)
SALT RIVER PROJECT AGRICULTURAL)
IMPROVEMENT AND POWER DISTRICT,)
SOUTHERN CALIFORNIA EDISON COMPANY,)
EL PASO ELECTRIC COMPANY, PUBLIC)
SERVICE COMPANY OF NEW MEXICO,)
LOS ANGELES DEPARTMENT OF WATER)
AND POWER, AND SOUTHERN CALIFORNIA)
PUBLIC POWER AUTHORITY)

Docket No. STN 50-528

ORDER

The Arizona Public Service Company, et al.* (the licensees and co-owners) are the holders of Facility Operating License No. NPF-34, dated December 31, 1984, which authorizes operation of the Palo Verde Nuclear Generating Station, Unit 1 at 3800 megawatts thermal. However, pending Commission approval, operation is restricted to five percent of rated power (190 megawatts thermal). One of the utilities included as a co-owner on the license is the Los Angeles Department of Water and Power.

The Los Angeles Department of Water and Power (LADWP) was identified as a co-owner for the facility in Amendment No. 5 to the Palo Verde Final Safety Analysis Report (FSAR) dated August 1981. Amendment No. 5 to the FSAR states that LADWP will acquire an "...undivided ownership interest as a tenant in common with the other Participants in the Palo Verde Nuclear Generating Station, including each of Palo Verde Units 1, 2 and 3, at such time as Palo Verde Unit 1 is placed into commercial operation..."

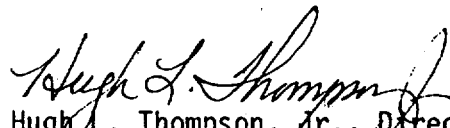
*The other owners are: Salt River Project Agricultural Improvement and Power District, El Paso Electric Company, Southern California Edison Company, Public Service Company of New Mexico, Los Angeles Department of Water and Power, and Southern California Public Power Authority.

Because LADWP is not officially a co-owner at this time, Facility Operating License No. NPF-34 is amended to include the following footnote on page 1 of the license:

"Los Angeles Department of Water and Power will be included as an owner in this license on the date it officially acquires an ownership interest in the facility which is expected to occur shortly after Palo Verde Unit 1 achieves commercial operation."

Dated at Bethesda, Maryland, this 29th day of March, 1985.

FOR THE NUCLEAR REGULATORY COMMISSION


Hugh L. Thompson, Jr., Director
Division of Licensing
Office of Nuclear Reactor Regulation



UNITED STATES
NUCLEAR REGULATORY COMMISSION
WASHINGTON, D. C. 20555

ARIZONA PUBLIC SERVICE COMPANY

SALT RIVER PROJECT AGRICULTURAL IMPROVEMENT AND POWER DISTRICT

EL PASO ELECTRIC COMPANY

SOUTHERN CALIFORNIA EDISON COMPANY

PUBLIC SERVICE COMPANY OF NEW MEXICO

LOS ANGELES DEPARTMENT OF WATER AND POWER*

SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY

DOCKET NO. STN 50-528

PALO VERDE NUCLEAR GENERATING STATION, UNIT 1

FACILITY OPERATING LICENSE

License No. NPF-34

1. The Nuclear Regulatory Commission (the Commission or the NRC) has found that:
 - A. The application for license filed by Arizona Public Service Company, on behalf of itself and the Salt River Project Agricultural Improvement and Power District, El Paso Electric Company, Southern California Edison Company, Public Service Company of New Mexico, Los Angeles Department of Water and Power*, and Southern California Public Power Authority (licensees), complies with the standards and requirements of the Atomic Energy Act of 1954, as amended, and the Commission's regulations set forth in 10 CFR Chapter I and all required notifications to other agencies or bodies have been duly made;
 - B. Construction of the Palo Verde Nuclear Generating Station, Unit 1 (facility) has been substantially completed in conformity with Construction Permit No. CPPR-141 and the application, as amended, the provisions of the Act and the regulations of the Commission;
 - C. The facility will operate in conformity with the application, as amended, the provisions of the Act, and the regulations of the Commission (except as exempted from compliance in Section 2.D below);

*Los Angeles Department of Water and Power will be included as an owner in this license on the date it officially acquires an ownership interest in the facility which is expected to occur shortly after Palo Verde Unit 1 achieves commercial operation."

MAR 29 1985

ORDER AMENDING FACILITY OL NO. NPF-34 FOR PALO VERDE UNIT 1

DISTRIBUTION:

Docket File 50-528
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